

**STATE RISK MANAGEMENT FUND**  
**INVESTMENT PERFORMANCE REPORT AS OF OCTOBER 31, 2005**

	October-05				September-05				Current FYTD	Prior Year FY05	3 Years Ended 6/30/2005	5 Years Ended 6/30/2005
	Market Value	Allocation Actual	Policy	Month Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR	Net	Net	Net	Net
<b>LARGE CAP DOMESTIC EQUITY</b>												
<i>Structured Growth</i>												
Los Angeles Capital	84,423	3.5%	3.4%	-1.63%	86,016	3.5%	3.4%	5.46%	3.73%	7.56%	N/A	N/A
<b>Total Structured Growth</b>	<b>84,423</b>	<b>3.5%</b>	<b>3.4%</b>	<b>-1.63%</b>	<b>86,016</b>	<b>3.5%</b>	<b>3.4%</b>	<b>5.46%</b>	<b>3.73%</b>	<b>7.56%</b>	<b>7.46%</b>	<b>-9.18%</b>
<i>Russell 1000 Growth</i>				-0.97%				4.01%	3.00%	1.68%	7.26%	-10.36%
<i>Structured Value</i>												
<b>LSV</b>	<b>83,969</b>	<b>3.5%</b>	<b>3.4%</b>	<b>-2.77%</b>	<b>86,609</b>	<b>3.5%</b>	<b>3.4%</b>	<b>5.06%</b>	<b>2.14%</b>	<b>18.35%</b>	<b>14.73%</b>	<b>14.78%</b>
<i>Russell 1000 Value</i>				-2.54%				3.88%	1.25%	14.06%	11.00%	6.55%
<i>Russell 1000 Enhanced Index</i>												
<b>LA Capital</b>	<b>167,771</b>	<b>6.9%</b>	<b>6.8%</b>	<b>-2.15%</b>	<b>171,794</b>	<b>7.0%</b>	<b>6.8%</b>	<b>6.45%</b>	<b>4.16%</b>	<b>7.93%</b>	<b>N/A</b>	<b>N/A</b>
<i>Russell 1000</i>				-1.75%				3.95%	2.12%	7.92%	N/A	N/A
<i>S&amp;P 500 Enhanced Index</i>												
<b>Westridge</b>	<b>163,583</b>	<b>6.7%</b>	<b>6.8%</b>	<b>-1.67%</b>	<b>166,334</b>	<b>6.7%</b>	<b>6.8%</b>	<b>3.64%</b>	<b>1.91%</b>	<b>6.58%</b>	<b>N/A</b>	<b>N/A</b>
<i>S&amp;P 500</i>				-1.67%				3.60%	1.88%	6.32%	N/A	N/A
<i>Index</i>												
State Street	54,188			-1.67%	55,105			3.58%	1.85%	6.27%	8.22%	-2.45%
<b>Total Index</b>	<b>54,188</b>	<b>2.2%</b>	<b>2.3%</b>	<b>-1.67%</b>	<b>55,105</b>	<b>2.2%</b>	<b>2.3%</b>	<b>3.58%</b>	<b>1.85%</b>	<b>6.27%</b>	<b>8.22%</b>	<b>-2.45%</b>
<i>S&amp;P 500</i>				-1.67%				3.60%	1.88%	6.32%	8.28%	-2.37%
<b>TOTAL LARGE CAP DOMESTIC EQUITY</b>	<b>553,933</b>	<b>22.8%</b>	<b>22.5%</b>	<b>-1.98%</b>	<b>565,857</b>	<b>22.9%</b>	<b>22.5%</b>	<b>4.97%</b>	<b>2.89%</b>	<b>8.89%</b>	<b>9.59%</b>	<b>-0.28%</b>
<i>S&amp;P 500</i>				-1.67%				3.60%	1.88%	6.32%	8.28%	-2.37%
<b>SMALL CAP DOMESTIC EQUITY</b>												
<i>Manager-of-Managers</i>												
<b>SEI</b>	<b>180,740</b>	<b>7.4%</b>	<b>7.5%</b>	<b>-3.74%</b>	<b>187,700</b>	<b>7.6%</b>	<b>7.5%</b>	<b>5.46%</b>	<b>1.52%</b>	<b>9.32%</b>	<b>13.32%</b>	<b>N/A</b>
<i>Russell 2000 + 200bp</i>				-2.94%				5.21%	2.12%	11.64%	15.07%	N/A
<b>TOTAL SMALL CAP DOMESTIC EQUITY</b>	<b>180,740</b>	<b>7.4%</b>	<b>7.5%</b>	<b>-3.74%</b>	<b>187,700</b>	<b>7.6%</b>	<b>7.5%</b>	<b>5.46%</b>	<b>1.52%</b>	<b>9.32%</b>	<b>13.32%</b>	<b>5.50%</b>
<i>Russell 2000</i>				-3.11%				4.69%	1.44%	9.45%	12.81%	5.71%
<b>DOMESTIC FIXED INCOME</b>												
<i>Core Bond</i>												
<b>Western Asset</b>	<b>540,314</b>	<b>22.2%</b>	<b>21.7%</b>	<b>-1.09%</b>	<b>545,547</b>	<b>22.1%</b>	<b>21.7%</b>	<b>-0.41%</b>	<b>-1.49%</b>	<b>7.14%</b>	<b>7.36%</b>	<b>8.59%</b>
<i>Lehman Aggregate</i>				-0.79%				-0.67%	-1.46%	6.80%	5.75%	7.40%
<i>Index</i>												
<b>Bank of ND</b>	<b>495,235</b>	<b>20.4%</b>	<b>21.7%</b>	<b>-0.85%</b>	<b>504,411</b>	<b>20.5%</b>	<b>21.7%</b>	<b>-0.84%</b>	<b>-1.68%</b>	<b>4.08%</b>	<b>5.66%</b>	<b>7.26%</b>
<i>Lehman Gov/Credit (1)</i>				-0.86%				-0.96%	-1.81%	4.80%	5.82%	7.35%
<i>BBB Average Quality</i>												
<b>Wells Capital (formerly Strong)</b>	<b>537,568</b>	<b>22.1%</b>	<b>21.7%</b>	<b>-1.10%</b>	<b>539,353</b>	<b>21.9%</b>	<b>21.7%</b>	<b>-1.05%</b>	<b>-2.14%</b>	<b>9.14%</b>	<b>9.20%</b>	<b>N/A</b>
<i>Lehman US Credit BAA</i>				-1.29%				-0.97%	-2.24%	8.60%	9.42%	N/A
<b>TOTAL DOMESTIC FIXED INCOME</b>	<b>1,573,117</b>	<b>64.7%</b>	<b>65.0%</b>	<b>-1.01%</b>	<b>1,589,310</b>	<b>64.4%</b>	<b>65.0%</b>	<b>-0.76%</b>	<b>-1.77%</b>	<b>6.14%</b>	<b>6.59%</b>	<b>7.79%</b>
<i>Lehman Gov/Credit</i>				-0.86%				-0.96%	-1.81%	7.26%	6.41%	7.70%
<b>CASH EQUIVALENTS</b>												
<b>Bank of ND</b>	<b>123,659</b>	<b>5.1%</b>	<b>5.0%</b>	<b>0.33%</b>	<b>123,248</b>	<b>5.0%</b>	<b>5.0%</b>	<b>0.93%</b>	<b>1.27%</b>	<b>2.46%</b>	<b>1.74%</b>	<b>2.68%</b>
<i>90 Day T-Bill</i>				0.26%				0.83%	1.09%	2.15%	1.55%	2.62%
<b>TOTAL RISK MANAGEMENT FUND</b>	<b>2,431,449</b>	<b>100.0%</b>	<b>100.0%</b>	<b>-1.37%</b>	<b>2,466,115</b>	<b>100.0%</b>	<b>100.0%</b>	<b>1.10%</b>	<b>-0.29%</b>	<b>5.85%</b>	<b>7.59%</b>	<b>3.99%</b>
<b>POLICY TARGET BENCHMARK</b>				-1.15%				0.60%	-0.56%	6.23%	7.13%	4.37%

**NOTE: Monthly returns and market values are preliminary and subject to change.**

(1) From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index.